GOVERNMENT OF INDIA
MICRO,SMALL AND MEDIUM ENTERPRISES
LOK SABHA

UNSTARRED QUESTION NO:4116
ANSWERED ON:27.03.2017
Setting up of MSME Units
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Will the Minister of MICRO,SMALL AND MEDIUM ENTERPRISES be pleased to state:

(a) the details of the number of Micro, Small and Medium Enterprises (MSME) units set up in the country during the last three years and the current year, year-wise ;

(b) whether the Government proposes to set up more MSME units in the country including rural and tribal areas;

(c) if so, the details thereof including the funds allocated for the purpose and number of persons likely to be benefitted therefrom during the next three years, State/UT-wise;

(d) whether the Government proposes to implement the Draft National Entrepreneurship Policy; and

(e) if so, the details thereof and if not, the reasons therefor?

Answer

MINISTER OF STATE IN THE MINISTRY OF
MICRO, SMALL AND MEDIUM ENTERPRISES
(SHRI HARIBHAI PARATHIBHAI CHAUDHARY)

(a): The Government does not maintain information on the total number of MSMEs set up in the country in a year. However, as per registration on Udyog Aadhaar Memorandum (till 22nd March, 2017), numbers of MSMEs that commenced operation during the years 2013, 2014 and 2015 are 1.59 lakh, 2.38 lakh and 3.56 lakh, respectively. These figures show the numbers of only such MSMEs that are registered on the UAM platform.

Moreover, the Ministry of MSME is implementing the Prime Minister's Employment Generation Programme (PMEGP) which is a major credit-linked subsidy programme aimed at generating self-employment opportunities through establishment of micro-enterprises in the non-farm sector by helping traditional artisans and unemployed youth. KVIC is the national level nodal agency for implementation of the PMEGP.

The number of units set up, margin money utilized and total estimated employment generated under the PMEGP Scheme during last three years and current year, year wise is given below.
(Values in crore)
<pre>
Year Margin money subsidy utilized# No. of units assisted/ to be set up Estimated employment
generated
2013-14 1076.45 50,493 378,907
2014-15 1122.54 48,168 357,502
2015-16 1020.06 44,340 323,362
2016-17* 761.98 31,403 235,768
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including un-utilized balance funds of previous year
* up to 28th Feb.2017

(b)&(c): Yes, the budgetary allocation for the PMEGP scheme is made on yearly basis, keeping in view the last year's performance. Budgetary allocation for the scheme is fixed by the Ministry of Finance on yearly basis and the targets are fixed accordingly, based on the fund allocation. The budgetary allocation for the year 2017-18 is the amount of Rs1024.49 crore, out of which Rs 1004.49 crore are earmarked for margin money subsidy. The target for employment creation is demand-driven. A brief note on the PMEGP is enclosed at Annexure-A.

(d)&(e): The Draft National Entrepreneurship Policy has now been formalised in the form of National Policy on Skill Development and Entrepreneurship-2015. This Policy comes under the domain of the Ministry of Skill Development & Entrepreneurship (MoSD&E). The Government is working to institutionalise policy instruments stated in the National Policy on Skill Development and Entrepreneurship-2015. The initiatives that have been taken up under the Policy are Pradhan Mantri Yuva (PM-YUVA) project on Entrepreneurship education of youth and National Entrepreneurship Awards-2016. A note on these two initiatives is attached at annexure B.